Helen M. Hall Director-Competitive Tariffs

RECEIVED. AZ CORP COMMISSION

May 29, 1998

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6665 N. MacArthur Blvd. HQK02D32 Irving, TX 75039 972 465-4376 Fax: 972 465-5046

Arizona Corporation Commission Attn: Docket Control Center 1200 West Washington Street

Phoenix, AZ 85007

DOCKET NO.

T-03258A-96-0492

RE:

GTE COMMUNICATIONS CORPORATION TARIFF FILING

Dear Sir/Madam:

Enclosed for filing with the Commission are revisions to the GTE Communications Corporation Arizona C.C. Tariff No. 1. An original and ten (10) copies, with an Issue Date of June 1, 1998, are enclosed. The purpose of this filing is make minor text changes, note an additional tax regulation, and add five (5) new services: Packaged Unit Based Promotional Prepaid Calling Service, Affinity Calling Card Program Services, Variable Prepaid Calling Service, Pecuniary Prepaid Calling Service and GTE Easy Savings Plan PlusSM. In addition, the name of the service Call Me Toll FreeSM was changed to GTE In TouchsM.

We request the revisions, noted on the check sheet, become effective July 1, 1998.

Also enclosed is an extra copy of the check sheet and a self-addressed stamped envelope for your use in returning a stamped "Receipt Copy" to the addressee.

Please refer any inquiries about the filing to Tim Smoak at 972/465-4458. Thank you for your assistance.

Sincerely.

Helen M. Hall

Director - Competitive Tariffs

HMH:bas Enclosures avage Corporation Commission DOCKETED

JUN 02 1998

DOCKETES BY

CHECK SHEET

Pages listed below are effective as of the date shown at the bottom of the respective pages. Original and revised pages, as named below, comprise all changes from the original tariff and are currently in effect as of the date on the bottom of this page.

<u>Page</u>	Revision	<u>Page</u>	Revision	<u>Page</u>	Revision
1	Original	36	Original	74	Original
2	12th Revised*	37	Original	75	1st Revised*
3	Original	38	Original	76	1st Revised
4	1st Revised	39	Original	77	1st Revised
5	3rd Revised	40	Original	78	1st Revised
6	Original	41	Original	79	Original
7	1st Revised*	42	Original	80	Original
8	Original	43	Original	81	Original
9	Original	44	Original	82	Original
10	Original	45	Original	83	Original
11	Original	46	Original	84	1st Revised*
12	Original	47	Original	85	2nd Revised
13	1st Revised*	48	1st Revised	85.1	Original
14	Original	49	1st Revised	86	1st Revised
15	1st Revised	50	1st Revised	87	Original
15.1	Original	51	1st Revised*		
16	1st Revised	52	Original		
17	2nd Revised*	53	Original		
17.1	Original	54	Original		
17.2	Original*	55	Original		
18	1st Revised	56	Original		
19	Original	57	1st Revised		
20	3rd Revised*	58	2nd Revised*		
20.1	Original*	59	2nd Revised*		
21	2nd Revised	60	3rd Revised*		
21.1	Original	60.1	Original*		
21.2	Original*	60.2	Original*		
22	1st Revised	61	1st Revised		
23	Original	62	2nd Revised*		
24	1st Revised	63	Original		
25	1st Revised	64	1st Revised*		
26	Original	65	Original		
27	1st Revised	66	2nd Revised*		
28	Original	67	2nd Revised*		
29	Original	68	1st Revised		
30	Original	68.1	2nd Revised		
31	Original	69	Original		
32	Original	70	Original		
33	1st Revised	71	1st Revised		
34	Original	72	1st Revised		
35	Original	73	1st Revised		

Issued: June 1, 1998

EXPLANATION OF SYMBOLS

Changes to this tariff shall be identified on the revised page(s) through the use of symbols. The following are the only symbols used for the purposes indicated below:

- (C) -To signify a changed regulation.
- (D) -To signify a discontinued rate or regulation.
- (I) -To signify an increase in rate or charge.
- (M) -To signify material relocated from one page to another without change.
- (N) -To signify a new rate or regulation.
- (R) -To signify a reduced rate or charge.
- (S) -To signify a correction or reissued matter.
- (T) -To signify a change in text but no change in rate or regulation.

REGISTERED SERVICE MARKS

GTE Easy Savings PlansM
GTE Easy Savings Plan for BusinesssM
GTE One Easy PricesM
GTE Total CallsM
GTE Platinum Value PlansM
GTE In TouchsM
GTE Easy Savings Plan PlussM

(N)

Issued: June 1, 1998

Effective: July 1, 1998

SECTION 2 - REGULATIONS (Continued)

2.7 Payment and Billing

- **2.7.1** Payment for Service is made in advance by Customer at the time Prepaid Calling Service is initially purchased or replenished.
- 2.7.2 The security of Customer's Authorization Codes is the responsibility of Customer. All calls placed using Customer's Authorization Codes shall be deducted from Customer's account.
- 2.7.3 If notice from Customer of a dispute as to charges is not reported to a customer service representative or received in writing by Carrier within 120 days after the date the charges are incurred, the billing will be considered correct.
- 2.7.4 Carrier shall promptly investigate all disputed charges and shall report its findings and disposition to Customer.

2.8 Deposits

Carrier does not require or collect deposits from Customers.

2.9 Advance Payments

Other than the purchase price of Prepaid Calling Service, Carrier does not require or collect advance payments.

2.10 Taxes

Service may be subject to state and/or local taxes at the prevailing rates if service originates and terminates in the State. Taxes are included in the rates and charges listed herein for Prepaid Calling Service.

The tariffed rate does not include federal excise tax or state and local tax, which are required by law to be paid at the point of sale. The tariffed rate does include state and local taxes, which are required by law to be paid on usage of the underlying telecommunication service when that service originates and terminates within a particular tax jurisdiction.

(N)

(N)

SECTION 3 - DESCRIPTION OF SERVICE (Continued)

3.4 Service Offerings (Continued)

3.4.6 Promotional Prepaid Calling Service

(A) Basic Promotional Prepaid Calling Service

Basic Promotional Prepaid Calling Service allows Customers to originate outbound, direct dial long distance calls via a toll free access number. All calls are rated on a flat-rate (not time-of-day or distance sensitive) basis, and rounded to the next higher full minute or unit. Calls made from a public pay phone will be subject to a surcharge that will compensate the pay phone provider, where applicable. A promotional prepaid calling card account shall expire on the date specified on the card or 180 days after the date of last recharge or, in the absence of a physical card, on the marketing material accompanying the Basic Promotional Prepaid Calling Service offering.

(B) Premium Promotional Prepaid Calling Service

Premium Promotional Prepaid Calling Service allows Customers to originate outbound, direct dial long distance calls via a toll free access number. All calls are rated on a flatrate (not time-of-day or distance sensitive) basis, and rounded to the next higher full minute or unit. Calls made from a public pay phone will be subject to a surcharge that will compensate the pay phone provider, where applicable. A promotional prepaid calling card account shall expire on the date specified on the card or 180 days after the date of last recharge or, in the absence of a physical card, on the marketing material accompanying the Premium Promotional Prepaid Calling Service offering. Premium Promotional Prepaid Calling Service is offered in conjunction with other services provided by third party customers of Carrier.

(C) Packaged Unit Based Promotional Prepaid Calling Service

Packaged Unit Based Promotional Prepaid Calling Service allows customers to originate outbound direct dial long distance calls via a toll free access number. All calls are rated on a flat-rate (not time-of-day or distance sensitive) basis, and rounded to the next higher full minute or unit. Calls made from a public pay phone will be subject to a surcharge. A Packaged Unit Based Promotional Prepaid Calling Service shall expire on the date specified on the card or 180 days after the date of last recharge or, in the absence of a physical card, on the marketing material accompanying the Packaged Unit Based Promotional Prepaid Calling Service offering. Packaged Unit Based Promotional Prepaid Calling Service is offered in conjunction with special offerings/programs by third party customers of Carrier.

(N)

(N)

Issued: June 1, 1998

Effective: July 1, 1998

SECTION 3 - APPLICATION OF RATES AND CHARGES

3.4 Service Offerings (Continued)

3.4.9 Variable Prepaid Calling Service

(N)

(N)

Variable Prepaid Calling Service allows Customers to originate outbound, direct dial long distance calls via a toll free access number. All calls are rated on a flat rate (not time-of-day or distance sensitive) basis, and rounded to the next higher full minute. Cost per minute to the consumer will be prominently displayed on the card packaging. Calls made from a public payphone will be subject to a surcharge. A Variable Prepaid Calling Service card account shall expire 180 days after the date of first use or 180 days after the date of last recharge.

3.4.10 Pecuniary Prepaid Calling Service

Pecuniary Prepaid Calling Service allows customers to originate outbound, direct dial long distance calls via a toll free access number. All calls are rated on a flat-rate (not-time-of-day or distance sensitive) basis, and rounded to the next higher full minute. Calls made from a public pay phone will be subject to a surcharge that will compensate the pay phone provider, where applicable. Carrier will offer the Pecuniary Prepaid Calling Service to be purchased through the function keys of Automatic Teller Machines (ATM), or over the counter in financial institutions, such as banks and credit unions. ATM screens from which this service is available will be programmed to offer prepaid calling service. When a Pecuniary Prepaid Calling Service is selected, the ATM will dispense a prepaid phone card. The ATM will debit Customer's account for the purchase amount. A Pecuniary Prepaid Calling Service account will expire 180 days after first use or 180 days after the last recharge.

SECTION 4 - RATES AND CHARGES (Continued)

4.2 Basic Service Rates (Continued)

4.2.6 Promotional Prepaid Calling Service

(A) Basic Promotional Prepaid Calling Service

For calls originating and terminating within the State. (Flat Rate Per Minute - All Rate Periods)

\$ 0.33 Per Minute

\$ 0.33 Per Unit

(B) Premium Promotional Prepaid Calling Service

For calls originating and terminating within the State. (Flat Rate Per Minute - All Rate Periods)

\$ 0.50 Per Minute

\$ 0.50 Per Unit

(C) Packaged Unit Based Promotional Prepaid Calling Service

(N)

For calls originating and terminating within the State. (Flat Rate Per Minute – All Rate Periods)

\$ 0.12 Per Unit or

\$ 0.12 Per Minute

(N)

4.2.7 Feature Prepaid Calling Service

For calls originating and terminating within the State. (Flat Rate Per Minute - All Rate Periods)

- (A) Feature Prepaid Calling Service available through a GTE-branded credit card
 - (1) GTE College Visa Standard Program

\$0.33 Per Minute

(2) GTE College Visa Premium Program

\$0.25 Per Minute

(3) GTE MasterCard Standard Program

\$0.33 Per Minute

(B) Feature Prepaid Calling Service available through a non GTE-branded credit card\$0.33 Per Minute

Material omitted from this page now appears on Page 20.1

Issued: June 1, 1998

Effective: July 1, 1998

SECTION 4 - RATES AND CHARGES (Continued)

4.2 Basic Service Rates (Continued)

4.2.8 Pay Phone Compensation Surcharge

(M)

For calls originating from a public pay phone

\$0.60 per call or 2 units

4.2.9 Incentive Prepaid Calling Service

For calls originating and terminating within the State. (Flat Rate Per minute - All Rate Periods)

\$0.50 Per Minute

(M)

4.2.10 Variable Prepaid Calling Service

(N)

For calls originating and terminating within the State. (Flat Rate Per Minute – All Rate Periods)

Minimum Rate

\$0.19 per minute.

Maximum Rate

\$0.40 per minute.

Actual rate per minute will be prominently displayed on the card packaging.

4.2.11 Pecuniary Prepaid Calling Service

For calls originating and terminating within the United States. (Flat Rate Per Minute – All Rate Periods)

\$0.25 Per Minute

(N)

Material on this page previously appeared on Page 20

Issued: June 1, 1998

Effective: July 1, 1998

by:

Director - Competitive Tariffs GTE Communications Corporation 6665 North MacArthur Boulevard, 2nd Floor Irving, TX 75039

SECTION 5 - CONTRACT SERVICE ARRANGEMENTS, EMPLOYEECONCESSIONS, PROMOTIONS (Continued)

5.1.1 Card Services - Affinity Calling Card Programs (Continued)

(C) Card Services Affinity Calling Card Program No. 3

(N)

For calls originating and terminating within the mainland U.S., Alaska, Hawaii, Puerto Rico, U.S. Virgin Islands, or Guam.

(Flat – Rate per Minute – All Rate Periods)

\$0.20 per minute

Surcharge for each completed call \$0.80

Surcharge for each Operator completed call- \$2.50

Surcharge for Directory Assistance – per call - \$1.00

Conference calling, per leg, \$3.00

Surcharge for Pay Phone Compensation - \$0.30

(D) Card Services Affinity Calling Card Program No. 4

For calls originating and terminating within the mainland U.S., Alaska, Hawaii, Puerto Rico, U.S. Virgin Islands, or Guam.

(Flat – Rate per Minute – All Rate Periods)

\$0.30 per minute

Surcharge for each Operator completed call- \$2.50

Surcharge for Directory Assistance – per call - \$1.00

Conference calling, per leg, \$3.00

Surcharge for Pay Phone Compensation - \$0.30

(E) Card Services Affinity Calling Card Program No. 5

Surcharge for Pay Phone Compensation - \$0.30

For calls originating and terminating within the mainland U.S., Alaska, Hawaii, Puerto Rico, U.S. Virgin Islands, or Guam.
(Flat – Rate per Minute)
\$0.35 per minute Peak
\$0.09 per minute Off-Peak
Surcharge for each completed call \$0.50
Surcharge for each Operator completed call-\$2.50
Surcharge for Directory Assistance – per call - \$1.00
Conference calling, per leg, \$3.00

(N)

issued: June 1, 1998

SECTION 4 - APPLICATION OF RATES AND CHARGES (Continued)

4.2 Description of Services (Continued)

4.2.5 **GTE Discount Calling Plans**

GTE Discount Calling Plans are discounts to LDMTS available to business and residence Customers presubscribed to Carrier. A Customer may only subscribe to one GTE Discount Calling Plan per Main Billed Account at any given time.

GTE Easy Savings Plan^{sм}*

GTE Easy Savings Plan is a discount to LDMTS available to residence Customers.

- Description (1)
 - The discount is available to Customers who have subscribed to this plan and who have met the required LDMTS usage billing amount.
 - There is no monthly rate or nonrecurring charge associated with GTE Easy (b) Savings Plan.
 - The plan is applicable to all Peak and Off-Peak Rate Period messages as set forth in (A)(1)(f) below for the following calls:

Customer Dialed Direct Station-to-Station Operator Assisted Station-to-Station Customer Dialed Calling Card Station-to-Station Operator Assisted Calling Card Station-to-Station Person-to-Person GTE In TouchSM Residential Toll Free Service

(T)

A description of these Services is provided in Section 4.2.1 and Section 4.2.8, and 4.2.9.

- The application of usage rates and timing of messages is as specified in (d) Section 4.1 of this tariff.
- IntraLATA usage is included in calculating applicable discount if applicable LEC billing and collection agreement is available.

* SM - GTE Easy Savings Plan is a service mark of GTE Corporation

Issued: June 1, 1998

Effective: July 1, 1998

SECTION 4 - APPLICATION OF RATES AND CHARGES (Continued)

4.2 Description of Services (Continued)

4.2.5 GTE Discount Calling Plans (Continued)

(C) GTE Easy Savings Flat Rate Plan for Business

GTE Easy Savings Flat Rate Plan for Business offers a flat rate pricing, available 24 hours a day, 7 days a week to business customers. The billing options available are a Month-to-Month or a 1, 2, or 3 year contract. Calls will be billed in 60 second increments. There is a monthly recurring charge for the Flat Rate Plan for Business. There is no nonrecurring charge with this billing option.

The Flat Rate Plan for Business applies to the following calls:

Customer Dialed Direct Station-to-Station
Customer Dialed Calling Card Station-to-Station
Business Toll Free
Business Private Toll Free
Operator Assisted Station-to-Station
Operator Assisted Calling Card Station-to-Station
Operator Assisted Person-to-Person

Customer must specify the term period at the time the Plan is ordered. During a term period, Customer may elect to convert to a new term period of the same or different length, or to another Carrier term plan. Conversion to a new term plan or another Carrier term plan will be allowed without penalty if the new term period is greater than the remainder of the original term period.

(T)

Early Termination Charges will apply in the event the Flat Rate Plan is terminated by Customer prior to completion of the first year of the term period.

Rates for GTE Easy Savings Flat Rate Plan for Business are in Section 5.6.

Issued: June 1, 1998

Effective: July 1, 1998

SECTION 4 - APPLICATION OF RATES AND CHARGES (Continued)

4.2 Description of Services (Continued)

4.2.5 GTE Discount Calling Plans (Continued)

(D) GTE Easy Savings Flat Rate Plus Plan for Business

GTE Easy Savings Flat Rate Plus Plan for Business offers a flat rate pricing, available 24 hours a day, 7 days a week to business customers. The billing options available are a 1 year or 3 year contract. Calls will be billed in sub-minute rating, consisting of an initial period of 18 seconds rated at 3/10 of the initial minute rate and additional periods of 6 second increments, rated at 1/10 of the additional minute rate. Each call will be billed an initial 18 second minimum. There are no monthly or non-recurring charges with this billing option.

The Flat Rate Plus Plan for Business applies to the following types of calls:

Customer Dialed Direct Station-to-Station
Customer Dialed Calling Card Station-to-Station
Business Toll Free
Business Private Toll Free
Operator Assisted Station-to-Station
Operator Assisted Calling Card Station-to-Station
Operator Assisted Person-to-Person

Volume discounts apply if certain usage thresholds are met.

(C)

<u>Usage</u>		<u>% Discount</u>	
\$ 0 - \$	5 24.99	0%	
25.00 -	99.99	6%	
100.00 - :	249.99	9%	
250.00 -	449.99	12%	
500.00 -	999.99	18%	
1.000.00 +		30%	

Customer must specify the term period at the time the Plan is ordered. During a term period, Customer may elect to convert to a new term period of the same or different length, or to another Carrier term plan. Conversion to a new term plan or another Carrier term plan will be allowed without penalty if the new term period is greater than the remainder of the original term period.

Early Termination Charges will apply in the event the Flat Rate Plus Plan is terminated by Customer prior to completion of the first year of the term period.

Rates for the GTE Easy Savings Flat Rate Plus Plan for Business are in Section 5.7.

Issued: June 1, 1998

Effective: July 1, 1998

SECTION 4 - APPLICATION OF RATES AND CHARGES (Continued)

4.2 Description of Services (Continued)

4.2.5 GTE Discount Calling Plans (Continued)

(E) GTE Platinum Value Plan^{sм}

GTE Platinum Value PlanSM offers flat rate pricing, available 24 hours a day, 7 days a week to business customers. This plan is a 3 year plan with a 1 year term obligation. Calls will be sub-minute rating, consisting of an initial period of 18 seconds rated at 3/10 of the initial minute rate and additional periods of 6 second increments, rated at 1/10 of the additional minute rate. Each call will be billed an initial 18 second minimum. There are no non-recurring or monthly recurring charges with this billing option.

The GTE Platinum Value PlansM applies to the following types of calls:

Customer Dialed Direct Station-to-Station
Customer Dialed Calling Card Station-to-Station
Business Toll Free
Operator Assisted Station-to-Station
Operator Assisted Calling Card Station-to-Station
Operator Assisted Person-to-Person

The plan offers lower per minute rates when certain usage thresholds are met. In addition, the customer rate will automatically be lower each year they stay on the plan. The customers rate depends upon how much they spend monthly and how long they have been on the plan.

During the term period, customer may elect to convert to a new term period of the same or different length, or to another Carrier term plan. Conversion to a new term plan or another Carrier term plan will be allowed without penalty if the new term period is greater than the remainder of the original term period.

Early Termination Charges will apply in the event the GTE Platinum Value PlanSM is terminated by Customer prior to completion of the first year of the term period.

Rates for GTE Platinum Value PlansM are in Section 5.12.

* SM - GTE Platinum Value Plan is a service mark of GTE Corporation

Issued: June 1, 1998 Effective: July 1, 1998

SECTION 4 - APPLICATION OF RATES AND CHARGES (Continued)

4.2 Description of Services (Continued)

4.2.5 GTE Discount Calling Plans (Continued)

(F) GTE Easy Savings Plan PlusSM

(N)

GTE Easy Savings Plan Plus is a discount to LDMTS available to residence Customers.

- (1) Description
 - (a) The discount is available to Customers who have subscribed to this plan and who have met the required LDMTS usage billing amount.
 - (b) There is no monthly rate or nonrecurring charge associated with GTE Easy Savings Plan Plus.
 - (c) The plan is applicable to all Peak and Off-Peak Rate Period messages for the following calls:

Customer Dialed Direct Station-to-Station
Operator Assisted Station-to-Station
Customer Dialed Calling Card Station-to-Station
Operator Assisted Calling Card Station-to-Station
Person-to-Person
GTE In Touch
Residential Toll Free Plus Service
Carrier Directory Assistance

- (d) Application of usage rates and timing of messages is as specified in Section 4.1 of this tariff.
- (e) IntraLATA usage is included in calculating applicable discount if applicable LEC billing and collection agreement is available.
- (f) GTE Easy Savings Plan Plus Options

Customers have the option to choose their preferred peak time calling hours. The choices are:

5:00 am to, but not including 5:00 pm 6:00 am to, but not including 6:00 pm 7:00 am to, but not including 7:00 pm 8:00 am to, but not including 8:00 pm

This option is available to new and existing residential customers and may be changed up to three times per year.

*SM-GTE Easy Savings Plan Plus is a service mark of GTE Corporation

(N)

Issued: June 1, 1998

SECTION 4 - APPLICATION OF RATES AND CHARGES (Continued)

4.2 Description of Services (Continued)

4.2.5 GTE Discount Calling Plans (Continued)

(F) GTE Easy Savings Plan Plus (Continued)

(N)

- (2) Application of Discount
 - (a) The discount is provided to Customer only and shall not be used for any purpose for which a payment or other compensation shall be received by Customer from any other person, firm or corporation for such use.
 - (b) GTE Easy Savings Plan Plus discount applies to the message LDMTS portion of the call and to the Operator Assisted Services Charges, if applicable but does not apply to any other charges.

(3) Amount of Discount

Residential customers who subscribe to the GTE Easy Savings Plan Plus whose monthly applicable charges meet the amounts below will receive the following discount percentage on all LDMTS usage billed for the month.

Applicable Monthly Charge	<u>Discount</u>		
\$10.00 - \$24.99	10%		
\$25.00 and Over	25%		

(4) 12 Month Bonus Rebate

Upon subscription to the Easy Savings Plan Plus, Customer will immediately begin accruing credit in the amount of 10% of monthly usage charges. This credit will be applied against charges incurred with Carrier in the twelfth month after date accrued. Credits will not be carried over from month to month, and unused credit will be lost. Customer will lose any remaining credit if Carrier is deselected as Primary Interexchange Carrier (PIC). Delinquent account charges will not be included in rebate calculation.

(N)

Issued: June 1, 1998

SECTION 4 - APPLICATION OF RATES AND CHARGES (Continued)

4.2 Description of Services (Continued)

4.2.8 GTE In Touch^{SM*}

l (T)

(T)

(T)

GTE In TouchSM is a toll free service that provides a telephone number for residential customers to receive calls. Toll free calls can originate anywhere in the U.S., Puerto Rico, U.S. Virgin Islands or Canada and must terminate in the U.S. Mainland. This service utilizes a 4 digit Personal Identification Number (PIN) combined with a Carrier owned toll free number. Because GTE In TouchSM customers share access on the same toll free access number based on PIN, use of the toll free number may be lost if service is terminated. Customer may have multiple toll free numbers per account. An additional 9 PINs will be reserved for thirty (30) days. Call detail is available on the customer's monthly statement at no additional charge.

(T)

Customer can reroute toll free calls to another location at no additional charge. GTE In TouchSM calls are included in the GTE Easy Savings Plan discounts when the customer is also a GTE Easy Savings Plan customer. There are no monthly or recurring charges associated with this service.

(T)

Customer must select, or have selected, Carrier as the Primary Interexchange Carrier (PIC) in order for customer to subscribe to this service. Distinctive Ring and Area Code Selection are not available with GTE In TouchSM. Customer must have touch tone dialing to complete the toll free call. Minimum Service period for GTE In TouchSM is one (1) month.

e (T) (T)

4.2.9 Residential Toll Free Service

Residential Toll Free Service provides for residential customers the termination of toll free calls to one-party exchange access lines. The minimum service period for Residential Toll Free Service is one month. Monthly recurring charges and non-recurring charges are set forth in Carrier's Interstate FCC Tariff No. 1. Residential Toll Free Service calls are included in the GTE Easy Savings Plan discounts when customer also subscribes to the GTE Easy Savings Plan. Calling detail is included at no additional charge. Residential Toll Free calls can originate anywhere in the U.S., Puerto Rico, U.S. Virgin Islands or Canada, and must terminate in the U.S. Mainland. Customers can reroute toll free calls to another location at no additional charge.

*SM-GTE In Touch is a service mark of GTE Corporation

(T)

Issued: June 1, 1998

Effective: July 1, 1998

(T)

PART II - LONG DISTANCE

SECTION 4 - APPLICATION OF RATES AND CHARGES

4.2 Description of Services (Continued)

4.2.10 Digital Private Line

Digital Private Line service provides dedicated communications channels for voice, video and data services. The service provides point to point connections through non-switched, non-usage sensitive dedicated facilities for a specific customer. The service offers two way simultaneous transmission at the Customer's selected bandwidth. Communications channels of 56/64 Kbps (DS-0), 1.544 Mbps (DS-1), and 44.736 Mbps (DS-3) are available. Service is subject to availability of necessary facilities and services.

4.2.11 Large Business Voice Service

(A) General

Business customers who generate total annual long distance charges of \$24,000.00 up to \$360,000.00 may enroll in this plan. This plan offers fixed-rate voice grade service.

Customer must select a 1, 2, 3, 4, or 5 year term commitment. Customer must commit to a minimum annual dollar amount of \$24,000, \$36,000, \$48,000, \$60,000, \$84,000, \$120,000, \$240,000 or \$360,000 per year of the term commitment. Eligible dollar amounts will consist of Customer's total domestic and international outbound usage, domestic inbound usage, and calling card usage surcharges.

Rates for this service are in Section 5.9.

(B) Restrictions

Service provided over Wide Area Telephone Service (WATS) lines, mobile service, pay station, residential lines, and lines with Handicap discounts are not eligible for this plan.

Usage charges for Operator assisted calls (0+, 0-) third number-billed or collect calls will be counted toward Customer's minimum annual commitment only for Customer lines included in this plan. Customer must specify all lines to be included under this plan. Operator service charges (0-, 0+, third number-billed and collect calls) and directory assistance calls will not be discounted, but are included in Customer's discount level.

Customers who select Large Business Voice Service are not eligible for any other Carrier discount plans.

(C) Rating of calls

Calls will be sub-minute rated based on an initial period of 18 seconds, with the additional periods being billed in six second increments thereafter.

Issued: June 1, 1998 Effective: July 1, 1998

by:

Director - Competitive Tariffs GTE Communications Corporation 6665 North MacArthur Boulevard, 2nd Floor Irving, TX 75039

SECTION 4 - APPLICATION OF RATES AND CHARGES

4.2 Description of Services (Continued)

4.2.12 10% Discount Program

The 10% Discount Program is a bundled service offering of Carrier and other services (T) provided by Carrier. Residential customers subscribing to Carrier along with one or more services from the list below will receive a 10% discount off the regular tariff rates for long distance calling along with a special option for the other service (See Section 5.10 for discounts and/or rates).

10% Discount Program Qualifying Services:

Carrier *plus*: (T) GTE Visa credit card

(A) 10% Discount Program with GTE Visa credit card

The 10% Discount Program with GTE Visa credit card is a service offering that combines a regular credit card with residential Carrier Service for savings on both (T offers.

The GTE Visa credit card is provided by Associates National Bank (ANB) and all terms, conditions and restrictions related to the credit card are determined by the provider. All terms and conditions for the credit card are outlined in the cardholder agreement provided to customers by ANB. ANB reserves the right to modify the terms and conditions (including the interest rate) of the credit card as with any other credit card offering provided by ANB.

Customers will receive a 10% discount on all long distance usage (including LDMTS (domestic and international), operator assisted, calling card, and toll free calls except directory assistance calls. In addition to this, the program consists of a discounted GTE Visa credit card interest rate or a rebate check for one year on their long distance usage.

This offer is not available with any other discounts or promotions. This offer is only available to residential customers who are pre-qualified for the credit card.

If customer is denied the credit card, Carrier will process the Primary Interexchange (T) Carrier (PIC) change and the customer will be a Carrier Service customer. However, (T) customer will not be on the 10% Discount Program.

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(T)

(T)

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SECTION 4 - APPLICATION OF RATES AND CHARGES

4.2 Description of Services (Continued)

4.2.12 10% Discount Program (Continued)

(A) 10% Discount Program with GTE Visa credit card (Continued)

If the credit card portion of this program is discontinued by customer, the remaining long distance portion of the program will default back to the non-discounted rate. If the long distance portion of this program is discontinued, the remaining credit card portion of the program will default to the non discounted interest rate or, if the customer has chosen to receive rebates on long distance usage, those rebates will be discontinued.

See Section 5.10 for applicable rates and discounts.

(1) Interest Rate Discount

If customer changes to another long distance provider, a 30 day grace period will be provided in which customer must change back to Carrier (PIC) to prevent the interest rate from defaulting back to the non-discounted interest rate.

(2) Rebate Check

For customers choosing the rebate option, the rebate will be provided with the customer's credit card statement and can be cashed as a normal check.

Customer must be prescribed to Carrier on the last day of the 3 month period to receive the rebate. If customer changes long distance carriers, all accumulated rebate dollars will be forfeited.

In order to receive the rebate check, Customer must use the GTE Visa Credit Card at least once during the 3 month rebate period.

4.2.13 GTE Total Call^{SM*}

This plan offers residential customers a flat rate for all direct dial calls. Flat rated calling card and toll free rates are also available and may be included in the GTE Total Call package. These flat rates are available 24 hours a day, 7 days a week. Calls will be rated in full minute increments. Customers may only subscribe to one GTELD discount calling plan per main billing account at any given time and must designate that Carrier is the customer's Primary Interexchange Carrier (PIC). This offer does not apply to international calling. See Section 5.11 for rates.

*SM-GTE Total Call is a service mark of GTE Corporation

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by:

Director - Competitive Tariffs GTE Communications Corporation 6665 North MacArthur Boulevard, 2nd Floor Irving, TX 75039 (T)

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PART II - LONG DISTANCE

SECTION 5 - RATES AND CHARGES (Continued)

5.5 Toll Free Service (Continued)

(E)	Private Business Toll Free Service Termination:		
` ,		Non-Recurring	Monthly
	,	Charge	<u>Charge</u>
	Per Private Toll Free Number	\$0.00	\$0.00

(F)	GTE In Touc	ch sM Pea	nk	Off-Pe	aak	
		Initial <u>Minute</u>	Each Add'l Minute	Initial <u>Minute</u>	Each Add'l Minute	
	InterLATA IntraLATA	.28 .28	.28 .28	.21 .21	.21 .21	

- (G) Residential Toll Free Service
 - (1) Per Number See FCC Tariff No. 1 for nonrecurring and monthly recurring charges
 - (2) Usage Off-Peak Peak Initial Initial Each Each Add'l Minute Add'l Minute **Minute Minute** InterLATA .28 .28 .21 .21 .21 IntraLATA .28 .28 .21

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SECTION 5 - RATES AND CHARGES (Continued)

5.10 10% Discount Program

The 10% Discount Program is a bundled offering of long distance and other services provided by (T) Carrier. See Section 4.2.12 for a description of the program. (T)

5.10.1 Long Distance Rates

Customer will receive a 10% discount off residential long distance rates when subscribing to the 10% Discount Program.

5.10.2 Other Qualifying Services

Customer will receive special offers, as described below, when subscribing to the 10% Discount Program.

(A) GTE Visa Credit Card

(1) Interest Rate Discount

Based on a risk assessment performed by the credit card provider, Customer may receive a discount between 4% and 7% off the annual percentage rate (APR) on their GTE Visa credit card.

(2) Rebate Check

The GTE Visa credit card customer will receive a rebate check equal to 1 month's average monthly long distance usage every 3 months for a one year (T) period.

5.11 GTE Total CallSM Charges

	Per Minute
Direct Dial	\$0.14
Calling Card	0.35*
Toll Free	0.25
Toll Free - Canada Origination	0.35

^{* \$0.40} surcharge is applicable.

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